

## MINUTES

### New Jersey Public Power Authority

October 15, 2020

The meeting held at the Borough of Madison municipal building and via conference call was called to order at 9:01 AM by Jim Borowski, Authority Vice-President.

Borowski opened the meeting with the reading of the required statement: "Notice of this meeting was originally published in the Star-Ledger on February 4, 2020 and displayed by Authority members in their municipal offices or on their websites." Borowski also noted that "this meeting was being held virtually in accordance with guidance from the DLGS for remote public meetings in New Jersey."

In addition to Borowski, representing the Borough of Lavallette, the following were present via conference call: Donna Mull for the Borough of Pemberton, Jim Lampmann for the Borough of Butler; Jim Burnet for the Borough of Madison; Bill Beattie for the Borough of Park Ridge; Joe Zanga for the Borough of South River; Jeanette Larrison for the Borough of Milltown, Also present via conference call were: Brian Vayda Executive Director of the New Jersey Public Power Authority and Kevin Boutilier for Sussex REC. Vineland and Seaside Heights were not represented at the meeting.

Minutes of the regular meeting of July 16, 2020 were approved. Mull offered a motion to approve. Lampmann offered a second. The voice vote was unanimous.

Claims for the period ended September 30, 2020 in the amount of \$74,331.90 were approved. A motion was offered by Mull with a second by Beattie. The voice vote was unanimous.

The Treasurer's Report for the period ended September 30, 2020 showed a year to date Net Income of \$91,125.25. Income was \$162,777.53 with expenses of \$71,652.28. The balance sheet as of September 30, 2020, showed a cash balance at Lakeland Bank of \$328,416.99, accounts receivable of \$0 and accounts payable of \$0. Lampmann made a motion to accept the report. Mull offered a second. The voice vote was unanimous.

The executive director's monthly report was delivered in advance of the meeting. Borowski asked if there were any questions regarding the reports and there were none. The Executive Director briefly discussed the current state of PJM energy markets and noted LMP was 29.4% lower in the first six months of 2020 than in the first six months of 2019. Also noted was RTOs/ISOs across the country are proposing to create something approaching a national carbon-pricing regime where PJM is developing a proposal to revise the LMP calculation and include a carbon component which could result in potential EEI contract issues. Also discussed was the current state of the PJM capacity markets, the FRR option and New Jersey's status on exiting the PJM capacity markets, the current state of the natural gas markets and year over year member wholesale usage changes with the impact of Covid-19. The executive director's report was

accepted following a motion offered by Lampmann. Bettie offered a second. The voice vote was unanimous.

**Unfinished Business:**

The Executive Director discussed the status of on-going discussions with multiple generation owners interested in FRR supplier opportunities.

**New Business:**

The Executive Director noted that in advance of the meeting, members were provided the draft budget and budget narrative for FY 2022 as well as the completed budget by Samuel Klein & Company which will be submitted to the NJDCA. Borowski asked if there were any questions on the budget or narrative and there were none. Borowski asked for a motion by the commissioners to approve Resolution 2020-9 Introduction and approval of Annual Budget and Capital Budget for fiscal year beginning February 1, 2021 and ending, January 31, 2022. The FY 2022 budget was accepted following a motion offered by Lampmann. Bettie offered a second. A roll call vote was requested by Borowski on Resolution 2020-9:

Mull	Yea
Borowski	Yea
Lampmann	Yea
Beattie	Yea
Burnet	Yea
Larrison	Yea
Lillie	Absent
Vaz	Absent
Zanga	Yea

The Executive Director noted that in advance of the meeting, members were provided the Assessment Schedule for 21/22. Borowski asked if there were any questions on the assessments and there were none. Resolution 2020-10 Approval of Assessment Schedule for 21/22 was accepted following a motion offered by Lampmann. Mull offered a second. A roll call vote was requested by Borowski on Resolution 2020-10:

Mull	Yea
Borowski	Yea
Lampmann	Yea
Beattie	Yea
Burnet	Yea
Larrison	Yea
Lillie	Absent
Vaz	Absent
Zanga	Yea

Borowski announced that a public hearing on the New Jersey Public Power Authority fiscal year 2021-2022 budget and capital budget program will be held at 10:30 AM on November 12, 2020 via conference call and also at the Borough of Butler Electric Department Offices, 12 Belleview Avenue, Butler, NJ 07405.

Borowski noted that the bylaws require the Administrative Committee to prepare a slate of nominees to stand for election as officers for the upcoming year. Larrison and Borowski agreed to serve on the Administrative committee for 2021. Vaz was absent from the meeting.

Borowski announced the next regular quarterly business meeting will be held on January 21, 2021 at 10:30 AM via conference call and at the Borough of South River Municipal Building, 48 Washington Street, South River, NJ 08882.

Mull made a motion to adjourn at 9:32 AM. Lampmann offered a second. The vote was unanimous.

**Respectfully Submitted on Behalf of the Secretary,**

**/Brian Vayda/ Executive Director**